#### **REMARKS**

Applicants request entry of this Preliminary Amendment prior to examination of the present application. The Abstract has been amended to remove reference numerals and use proper idiomatic English. To provide a specification that is in proper form and that uses proper idiomatic English, a substitute specification is attached to and submitted with this preliminary amendment. A redlined version of the English translation showing the matter being added and the matter being deleted from the English translation is attached. No new matter has been added. Claims 1-5 and 7-46 are pending in the application. Claim 6 has been cancelled without prejudice. Claims 1-5 and 7-16 are amended; marked up versions of the amended claims are attached hereto pursuant to 37 C.F.R. § 1.121(c)(ii). Claims 1-5 and 7-16 have not been amended for reasons related to patentability. Rather, claims 1-5 and 7-16 have been amended to place those claims in proper form, use proper idiomatic English, and remove multiple dependent claims. In addition, new claims 17-46 have been added by this amendment. No new matter has been added.

In view of the foregoing, it is respectfully submitted that the application is in condition for allowance. If for any reason the Examiner believes that a telephone conversation with the Applicant's attorney would help to advance the prosecution of this application, the Examiner is cordially invited to call the undersigned's Los Angeles office at 213-337-6700.

If there are any fees due in connection with the filing of this response, please charge the fees to our Deposit Account No. 50-1314.

Respectfully submitted,

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## Version with markings to show changes made:

#### IN THE CLAIMS:

[(1)] 1. An order allocation management method, comprising:

[which performs the processing to create order] <u>creating</u> [an] <u>a</u> parts <u>order</u> list after allocating [the] parts existing in [the] <u>an</u> inventory list based on [the] order information, [to record on memory storage of the computer,] <u>the parts order list adapted</u> to refer each part listed on the latest inventory list for [the priority] order <u>priority</u> information indicating shipment [priority] order <u>priority</u> after the order is confirmed; and [to create the]

<u>creating a confirmed parts list [reallocating] that reallocates</u> the [above] parts having the highest priority.

- [(2)] <u>2.</u> An order allocation management method according to claim 1, wherein the [priority] order <u>priority</u> information includes priority information according to time of [parts] <u>part</u> purchase.
- [(3)] 3. An order allocation management method according to claim 1, wherein the [priority] order <u>priority</u> information includes priority information [according to] <u>based on purchase price</u>.
- [(4)] <u>4.</u> An order allocation management method according to claim 1, wherein the [priority] order <u>priority</u> information includes priority information [according to] <u>based on</u> [constructions of the parts] <u>construction of the part</u>.
- [(5)] <u>5.</u> An order allocation management method according to claim 1, wherein the [order] parts <u>order</u> list is created [by allocating the] <u>based on allocation of parts that actually [existing] exist in the inventory list.</u>

Please cancel claim 6.

[(7)] 7. An order allocation management method according to claim 1,

wherein creating the confirmed parts list [is created by] comprises:

reallocating the parts with highest [priority] order <u>priority</u> out of all [the] equivalent parts for the parts existing in the inventory list including the part being listed [up] on the [order] parts <u>order</u> list.

[(8)] <u>8.</u> An order allocation management method according to claim 1, wherein <u>creating</u> the confirmed parts list [is created by] <u>comprises:</u>

reallocating the parts with highest [priority] order <u>priority</u> out of all the equivalent parts for the parts listed [up] on the [order] parts <u>order</u> list, but not found in the inventory list.

[(9)] 9. An order allocation management method according to [any of the claims 1 to 8] claim 1, further comprising:

[wherein the order allocation method allocates the] <u>allocating</u> parts [having] <u>that have</u> the highest <u>order</u> priority [order to build] <u>by building</u> [up] finished products based on a tree-shaped list in which [the] finished products are placed on [the] <u>a</u> trunk, and <u>individually placing</u> equivalent parts [are individually placed] on <u>at least one of</u> a plurality of branches [branched] <u>that branch</u> from the same trunk.

- [(10)] 10. An order allocation management method according to claim 9, wherein [the tree-shaped list is created such that all parts, placed on its pathway] the tree-shaped list is configured such that when the tree-shaped list is traced back from [the] a root to any [of the] terminal branch by selecting one of the plurality of [branched] branches, all parts placed on a pathway of the tree-shaped list consist of only normally functioning parts by combining each other.
- [(11)] 11. An order allocation management method according to claim 10, wherein [the order allocation management method allocates] when the tree-shaped list is traced back from a root to any terminal branch by selecting one of the plurality of branches based on a stock list and order priority information, each part [,] is allocated such that all parts[,] placed on [its] a pathway [when the above tree-

shaped list is traced back from the root of any of the terminal branch by selecting one of the plurality of branched branches based on the stock list and priority order information] consist of combination of the parts having the highest priority to build up the finished products shown in the root.

[(12)] 12. An order allocation management system, comprising:

[order] parts <u>order</u> list creation means [to create the order parts] <u>for creating a parts order</u> list [allocating the parts existing in the] <u>that allocates parts that exist in an</u> inventory list based on [the] order information and [to store] <u>that stores the parts order list</u> in [the] memory storage of [the] <u>a</u> computer; and

confirmed parts list creation means to [execute processing to] create a confirmed parts list for each part [existing] that exists in [the] a latest inventory list after confirmation, [by reallocating] wherein the confirmed parts list for each part reallocates each of the parts having high [priority] order priority by [referring] reference to the [priority] order priority information [showing the] indicative of shipment order priority [order].

- [(13)] 13. An order allocation management method according to claim 12, wherein the confirmed parts list creation means allocates the parts having the highest order priority [order] to build [up the] a finished product based on [the] a tree-shaped list in which [the] finished products are placed on [the] a trunk, and equivalent parts are individually placed on [the] a plurality of branches [branched] that branch from the same trunk.
- [(14)] 14. An order allocation management method according to claim 13, wherein the tree-shaped list is configured such that [all parts, placed on its pathway] when the [above] tree-shaped list is traced back from the root to any [of the] terminal branch by selecting one of the plurality of branched branches, all parts placed on a pathway of the tree-shaped list consist of only normally functioning parts by combining each other.

- [(15)] 15. An order allocation management method according to claim 14, wherein the confirmed parts list creation means is configured such that [all parts, placed on its pathway] when the tree-shaped list is traced back from [the] a root to any of the terminal branches by selecting one of the plurality of branched branches based on [the] a stock list and order priority [order] information, all parts placed on a pathway of the tree-shaped list consist of a combination of the parts having the highest priority to build up the finished products shown in the root.
- [(16)] <u>16.</u> A computer readable recording media which records computer program to execute in sequence processing:

to create [an order parts] <u>a parts order</u> list allocating the parts existing in [the] <u>an</u> inventory list based on [the] order information and to store <u>the parts order</u> <u>list</u> in [the] memory storage of [the] <u>a</u> computer; and

to create a confirmed part list regarding each part existing in [the] <u>a</u> latest inventory list after confirmation by reallocating each of the parts having high [priority] order <u>priority</u> by referring to [the priority] <u>priority</u> order information showing [the] <u>order</u> shipment priority [order].

# Marked up Version of Specification 09/821,730



# [Specification] ORDER ALLOCATION MANAGEMENT METHOD AND ORDER ALLOCATION MANAGEMENT SYSTEM

### [Field of the Invention] BACKGROUND OF THE INVENTION

The present invention relates to an order allocation management method and management system thereof [wherein optimum. off-the-shelf parts are automatically selected and allocated by utilizing computer system on issuing instructions for shipment processing of the parts to be built up of a plurality of parts.].

[Description of the Related Art

In business] <u>In businesses</u> where manufacturers deal with customers directly, transactions utilizing computer networks such as the Internet [tend to spread increasingly.] are rapidly increasing. A server typically provides product information through the Internet, and customers can operate a computer terminal on their end to select [the products of] their product choices. [Customers select ] In some on-line systems, customers can select different constructions and optional parts of the end products they desire to purchase, and [request] send requests for final estimates to the server [through on-line]. When the server returns [the] an estimate, if desired, the customers can place their orders [after checking the detail]. Once the server has received the orders from the customers, the server [gives] can send order information to a host computer. Based on the order information, the host computer can automatically [issues] issue instructions and the like for shipment and order processing of the parts [consisting the products] needed in the end product. The instructions are transferred to assembly lines of personal [computer] computers, warehouses, and management departments to proceed with shipping processing. The sales cost can be remarkably reduced if all steps from ordering to issuing of [instruction] instructions are automatically processed by [utilizing] a computer system.

However, [the] conventional [technique] techniques such as those described above [had the following problem to be solved] can suffer from drawbacks. At the time of issuing final estimates to customers, the inventory of the parts [consisting the products] comprising a particular product are checked in order to allocate the parts to be used for that product. More specifically, the estimates are issued only after all of the parts inventory has been confirmed. However, in many cases, a certain time-lag exists [until] between the time the order is

finalized [after] and the time when the estimate is issued to the customer [in quite a few cases]. Also, in some cases, shipment cannot be processed until [the reception of payment ] payment from the customer is confirmed even though the order is finalized.

[Meantime] Meanwhile, a number of customers can connect to the server [through on-line] and place [order continuously] orders. At this point, if some parts are allocated to the order while other allocated parts are reserved at the time of estimate, and the order is not finalized after issuing the estimate, then the parts will not be shipped. [In this case, it is desirable to process automatically to] There is a need for processes that can optimize the parts allocation system for first-in first-out processing of the parts and the like.

# [Disclosure of the Invention] SUMMARY OF PREFERRED EMBODIMENTS OF THE PRESENT INVENTION

[The] An aspect of the present invention provides an [adapts the following construction to solve the problem described above.

#### <Construction 1>

An] order allocation management method which performs [the] processing to create [an] a parts order [parts] list after allocating [the] parts existing in the inventory list based on [the] order information to record on memory storage of [the] a computer, to refer each part listed on [the] a latest inventory list for [the] order priority [order] information indicating order shipment priority [order] after the order is confirmed[;], and to create [the] a confirmed parts list reallocating [the above] parts having the highest priority.

The order information [includes the] can include information parts estimate, processing of customer ordering and [the like] similar information. An order will be confirmed after [the] processing such as [the] receipt of payment. The parts can be either finished products or partly finished products. [This invention is an invention that] After referring to an inventory list at the time of ordering, a computer automatically processes [the] allocation of equivalent parts when [the] parts being allocated [after referring the inventory list and like at the time of ordering] to, become out of [some time] stock between ordering and order confirmation. To match with the parts order

[parts] list, parts in the inventory list are individually allocated. [Each] Order priority information is attached with each part in the inventory list [is attached with priority order information indicting] indicating order shipment priority [order]. The parts having the highest order priority [order] in the list [is] are subject to be shipped first.

Automatic reallocation [allows to] <u>can allow</u> first-in, first-out <u>(FIFO)</u> processing even when the parts are not out of stock. More specifically, the parts <u>that</u> are still in stock at the time of reallocation even the parts <u>that</u> are already allocated based on the order information, and the parts can be allocated for the confirmed order considering first-in, first-out processing.

Equivalent parts <u>can</u> include parts having the same model number but different [manufacturer] <u>manufacturers</u>, parts having the same manufacturer but different manufacturing date, and parts having the same model number but different purchase price. The parts include an intangible option and the like found in various services besides the parts of the products to be actually sold. In addition to the latest inventory list, the memory storage of the computer includes the <u>order</u> priority [order] information of each part to be allocated for order processing. The <u>order</u> priority [order] information is the information indicating which parts have priority in shipment when two or more equivalent parts exist. Shipping direction based on the confirmed parts list [described above] automatically optimizes the allocation of off-the-shelf parts in a manner such as first-in, first-out management.

(<Construction 2>

An order allocation management method according to construction 1, wherein the ]According to another aspect of the present invention, the order priority [order] information [includes] can include priority information according to time of parts purchase. [

]When a plurality of equivalent stock exists, one of the parts will be allocated. It is possible to allocate one of the parts, but for instance, give the parts having old purchase date with high priority order. This method enables first-in, first-out management among the parts and alternative parts.

[<Construction 3>

An order allocation management method according to construction 1, wherein the <u>According to another aspect of the present invention</u>, the order priority [order] information [includes] can include priority information according to purchase price.

For instance, when the purchase prices of parts have been changed, the parts purchased at higher price are given [with] higher priority order. The purchase prices of the parts normally decrease gradually, it is possible to manage in firstin, first-out manner by giving a priority to the parts purchased before price change. When the prices are the same, order priority [order] information at the time manufacture, for instance, can be used as a standard.

[<Construction 4>

An order allocation management method] According to another aspect of the present invention, the order priority information can include priority information according to construction [1, wherein the priority order information includes priority information according to the constructions] of the parts. [

]When the [constructions] <u>construction</u> of parts [have] <u>has</u> been changed, it is possible to manage in first-in, first-out manner by giving [a] priority to the parts before construction change. When the constructions are the same, <u>order</u> priority [order] information at the time manufacture, for instance, can be used as a standard.

[<Construction 5>

An order allocation management method according to construction 1, wherein the order parts list is] According to another aspect of the present invention, the parts order list can be created by allocating the parts actually existing in the inventory list. As a result, [This is the method to specifically allocate] the parts confirmed to be in stock at the time of ordering can be specifically allocated.

According to another aspect of the present invention, [.

#### <Construction 6>

An] order allocation management method [according to construction 1, wherein said order allocation management method creates order parts] can create parts order list by displaying the [parts'] part names of the parts existing in the inventory list. As a result, the part [This is the method to display the parts'] names only in the parts order [parts] list are displayed if the parts are in stock at the time of ordering [and to execute actual]. Actual and specific allocation can be executed after the order is confirmed.

(<Construction 7>

An order allocation management method according to construction 1, wherein] According to another aspect of the present invention, the confirmed part list [is] can be created by reallocating the parts with highest order priority [order] out of all the equivalent parts for the parts existing in the inventory list including the part being listed up on the parts order list. Reallocation can be optimized [order parts list.

The optimization of reallocation is performed] by temporarily allocating [the] parts in the <u>parts</u> order [parts] list, and checking the <u>order</u> priority [order] of all equivalent parts in the inventory list after the order is confirmed.

[<Construction 8>

The order allocation management method according to construction 1, wherein] According to another aspect of the present invention, the confirmed parts list [is] can be created by reallocating the parts with highest order priority [order] out of all the equivalent parts for the parts listed up on the parts order [parts] list, but not found in the inventory list. As a result, [This is the method to reallocate] only the parts being out of stock in the parts order [parts] list can be reallocated when the order is confirmed.

[<Construction 9>

An order allocation management method according to any of the construction 1 or 8, wherein] According to another aspect of the present invention, the order allocation method [allocates] can allocate the parts having the highest priority order to build up finished products based on a tree-shaped list in which the finished products are placed on [the] a trunk, and equivalent parts are individually placed on a plurality of branches [branched] that branch from the [same] trunk. [

The finished product [are] can be placed on the trunk closest to [the] a root of [the] a tree in the tree-shaped list. Each branch can be a trunk to build up the parts placed on each branch. In this manner, a freely branched tree-shaped list [is] can be obtained. The assembly parts needed to build up [the] finished products will be outlined on [its] a pathway of the tree-shaped list when tracing back [the] a list considering the order priority [order] from the root to [the] a terminal branch. This [enables] can enable the combination of allocation parts by computer processing to simplify[.

<Construction 10>

An order] allocation [management method according to construction 9, wherein].

According to another aspect of the present invention, the tree-shaped list [is] can be created such that all parts, placed on [its] a pathway of the tree-shaped list when the above tree-shaped list is traced back from [the] a root to any of the terminal [branch] branches by selecting one of the plurality of branched branches, consist of only normally functioning parts by combining each other. [

]Even if accessories of the equivalent parts are different, a parts list clearly showing the combination of the parts and its accessories are required. Creating a tree-shaped list [allows to] can uniquely [allocate] allow allocation of all correct parts by tracing back the list in order. The most appropriate parts combination [is] can be selected by [performing process] considering the order priority [order] of the parts.

[<Construction 11>

An order allocation management method according to construction 10, wherein] According to another aspect of the present invention, the order allocation management method [allocates] can allocate each part such that all parts, placed on [its] a pathway of the tree-shaped list, when the [above] tree-shaped list is traced back from [the] a root to any of the terminal [branch] branches by selecting one of the plurality of [branched] branches based on [the] a stock list and order priority [order] information, consist of a combination of the parts having the highest priority to build up the finished products shown in the root. [

This process [allows] <u>can allow a computer system to create a part combination list considering the inventory list and order priority [order] information directly from the tree-shaped list without man-assisted handling and to issue shipping instructions and the like.</u>

[<Construction 12>

An] Another aspect of the present invention provides an order allocation management system [comprising: order parts]. The order allocation management system includes parts order list creation means to create the parts order [parts] list allocating [the] parts existing in [the] an inventory list based on [the] order information and [to store in the] that stores the parts order list in a memory storage of [the] a computer; and [

]confirmed parts list creation means to [execute processing] adapted to create a confirmed part list for each [parts] part existing in [the] a latest inventory list after confirmation by reallocating each [of the above parts] part having high order priority [order] by referring to the order priority [order] information showing the shipment priority of the order.

[This is a system invention to execute the method described in construction 1.

<Construction 13>

An order allocation management method according to construction 12, wherein] According to another aspect of the present invention, the confirmed parts list creation means [allocates the] can allocate parts having the highest order priority [order] to build up [the] a finished product based on [the] a tree-shaped list in which the finished [products are] product is placed on [the] a trunk, and equivalent parts are individually placed on a plurality of branches [branched] that branch from the [same trunk.] trunk.

[This is a system invention to execute the method described in construction 9.

#### <Construction 14>

An order allocation management method according to construction 13, wherein the above] According to another aspect of the present invention, the tree-shaped list can be such that all parts, placed on a pathway of the tree-shaped list when the tree-shaped list is [such that all parts, placed on its pathway when the tree-shaped list is] traced back from [the] a root to any [of the] terminal branch by selecting one of the plurality of [branched] branches, consist of only normally functioning parts by combining each other.

[This is a system invention to execute the method described in construction 10.

#### <Construction 15>

An order allocation management method according to construction 14, wherein] According to another aspect of the invention, the confirmed parts list creation means [is] can be such that all parts, placed on [its] a pathway of the tree-shaped list when the [above] tree-shaped list is traced back from [the] a root to any [of the] terminal [branches] branch by selecting one of the plurality of [branched] branches based on [the] a

stock list and <u>order</u> priority [order] information, consist of combination of the parts having the highest priority to build up the finished products shown in the root.

[This is a system invention to execute the method described in construction 11.

#### <Construction 16>

]A computer readable recording media which records a computer program to execute in sequence processing to create [an] a parts order [parts] list allocating the parts existing in [the] an inventory list based on [the] order information and [to store in the ]that stores the parts order list in memory storage of [the] a computer[;], and [

]to create a confirmed part list regarding each part existing in [the] a latest inventory list after confirmation by reallocating each of the parts having high order priority [order] by referring to the order priority [order] information showing the shipment order priority [order].

The present invention can provide order allocation management wherein optimum off-the-shelf parts are automatically selected and allocated by utilizing computer system on issuing instructions for shipment processing of the parts to be built up of a plurality of parts.

### Brief Description of The Drawings

FIG.1 is a block diagram showing [an embodiment of ]a preferred implementation of a system according to the present invention [system].

FIG.2 is a diagram [describing the] <u>illustrating</u> contents of <u>order priority [order.].</u>

FIG.3 is [an operation] <u>a flowchart showing operation of a system according to the present invention [system.].</u>

[FIG.4]  $\underline{\text{FIG.4s}}$  (a) and (b) are schematic diagrams showing different operation models of preferred implementations of systems according to the present invention [system].

FIG.5 is a diagram describing the contents of equivalent parts list and confirmed parts list created based on the order priority [order].

FIG.6 is an operation flowchart describing the operation of confirmed parts list creation means.

# [Best embodiment of the invention] Detailed Description of Preferred Embodiments of the Invention

[An embodiment of the] The present invention now will be described [below] more fully hereinafter with reference to the accompanying drawings, in which preferred embodiments of the invention are shown. This invention may, however, be embodied in many different forms and should not be construed as limited to the embodiments set forth herein; rather, these embodiments are provided so that this disclosure will be thorough and complete, and will fully convey the scope of the invention to those skilled in the art. In the drawings, the thickness of layers and regions are exaggerated for clarity. Like numbers refer to like elements throughout.[.]

[(Embodiment 1)] An example in which preferred implementations of the present invention (are used) will now be described.

This system can be used to optimize [the] part allocation of products in the following case, for instance. First, according to the orders of the products from four customers K1, K2, K3, and K4, parts A1, A1, A2, and A2 for the products are individually allocated for each customer respectively. Part A1 and A2 are worth exactly the same values and either one of them can be allocated, but A1 has an older Stocks of these parts have been confirmed at manufacturer date. the time of ordering. However, customers K1 and K4 made an payments right away and their orders were confirmed, but the payment from customers K2 and K3 were delayed, and their order confirmations were delayed. In this case, parts reallocation is performed at the time when the orders of customers K1 and K4 were confirmed. More specifically, reallocation of parts A1, A1 is performed individually for customers K1 and K4. reallocation of parts A2, A2 is performed individually for customers K2 and K3 when the orders of customers K2 and K3 are confirmed. Consequently, equivalent parts A1, A1, A2, and A2 will be shipped in order of the length of time from the manufacturer's date regardless of the allocation order.

[Here, let's take] An example of a direct sale system of personal computer [as an example. If it is] will now be described. Such a system can be designed such that a customer

can [chose] choose the construction of personal computer in detail[,] with various parts of personal computer [is subject to be] capable of being ordered together. For each of these parts, allocation processing considering individual stock status at the time of ordering is required. When the number of parts is large, reallocation processing at the time of order confirmation become quite complex. The present invention can automatically [processes] process reallocation through computer.

[FIG.1] FIG. 1 is a block diagram showing [an embodiment] a preferred implementation of the present invention [system]. [A] The system [in the figure comprises] can include, for example, a server 10, parts order [parts] list creation means 11, confirmed parts list creation means 12 and memory storages 21, 22, 23, 24. The memory storage 21 stores [an] a parts order [parts] list 31. This parts order [parts] list 31 is created by allocating off-the-shelf parts when a customer places an order. In this example, before an order is confirmed, it is called [an] a parts order [parts] list 31, and a list created after the order is confirmed and reallocation is processed, it is called a confirmed part list 34.

The memory storage 22 stores [the] <u>an</u> inventory list 32. The inventory list 32 is the latest list to be updated at appropriate timing. The <u>parts</u> order [parts] list creation means 11 [is] <u>can be</u> a computer program to perform processing in creating <u>parts</u> order [parts] list at the time of ordering by referring this inventory list 32 and after confirming its inventory. The memory storage 23 stores [a] <u>an order</u> priority [order] information 33. The <u>order</u> priority [order] information 33 provides information indicating which part is shipped by priority when two or more equivalent parts exist. This information is used for such first-in, first-out management. The confirmed parts list creation means 12 [is] <u>can be</u> a computer program to perform processing in creating confirmed parts list by referring <u>to</u> the inventory list 32 and the <u>order</u> priority [order] information 33 when the order is confirmed.

[FIG.2] <u>FIG. 2</u> is a diagram describing the contents of <u>order</u> priority [order]. When two or more equivalent parts exist, older parts are shipped in order for first-in, first-out management. Therefore, the older parts are selected and being allocated at the time of order confirmation. Whether the parts are new or old, for instance, will be decided by [the] <u>a</u> time of purchasing [as a] standard. Also, besides the time of purchasing, factors determining the shipping order of the parts can vary. As shown in the figure, <u>order</u> priority [order] indicating which part needs to be shipped faster shall be determined by considering purchase price, construction, and other various factors collectively. The results will be recorded in

the column of total order. When the equivalent parts differ only by the model number, decision that which parts are shipped faster will be automatically determined based on the <u>order</u> priority [order] information. When model numbers of a plurality of parts are the same and their priority numbers are the same as well, any parts can be allocated first.

In the example shown in the figure, the type of off-the-shelf parts of part A is A1, A2, A3, and A4. These stock numbers are also recorded. The confirmed parts list creation means 12 checks if any parts are fully in stock at the time of order confirmation. If the parts are in stock, based on the total order, part A1 is firstly given a priority for allocation. When part A1 becomes out of stock, part A2, the second in the total order will be allocated. When this part A2 becomes out of stock, [it will be designed that] part 3, the third in the total order is allocated.

Furthermore, date processing of the inventory list will be described here using [the] an example explained earlier. If there are parts A1, A1, A2, and A2 in the inventory list, Parts A1, A1, A2, and A2 are allocated individually when each customer places an order. Every time a part is allocated, a flag indicating already being allocated will be put on an attribute data. The parts with no flag are subject to be allocated when the first order is placed. Parts A1 and A2 worth exactly the same values and either one of them can be allocated, but A1 has an older manufacturer date. Then, customers K1 and K4 made payments right away and their orders were confirmed, but the payments from customers K2 and K3 were delayed, and their order confirmations were delayed. In this case, parts reallocation is performed including the parts with flags at the time when the orders of customers K1 and K4 were confirmed.

Furthermore, all parts A1, A1 A2, and A2 have the flags in this example, but all parts regardless of the presence and absence of the flag are subject to be reallocated. First, reallocation of the parts A1, A1 is performed individually for customers K1 and K4. This confirms the allocation of parts A1, A1, thus the parts will be removed from the inventory list or will be excluded from the targets for the subsequent At this point, only A2, A2 are available for reallocation. Furthermore, reallocation of the parts A2, A2 is reallocation. performed individually for customers K2 and K3 when the orders of customers K2 and K3 are confirmed. If there is new shipment of the equivalent parts up to this point, there will be no reallocatable parts in the inventory list. In this manner, parts will be shipped in order of the length of time from the manufacturer's date regardless of the allocation order.

[FIG.3 is an operation] <u>FIG. 3 illustrates a flowchart showing the [present invention system.</u>

A detailed] operation of a preferred implementation of the present invention [system will be described with reference to FIG.3 and FIG.1].

First, an order information 15 is entered through a server 10 at Step S1. If the content of the order information 15 are parts with their names A, B, C, and D, in Step S2, the parts order [parts] list creation means 11 refers to an inventory list 32. Then, in accordance with the order information, the stock of parts A2, B3, C1, and D2 will be allocated. The parts order [parts] list 31 created [31] at Step S3 will be stored in the memory storage 21.

In the next Step S4, the [order] confirmed <u>order</u> information 16 will be entered through the server 10. In the Step S5, the confirmed parts list creation means 12 read out the parts order [parts] list 31 from the memory storage 21.

Furthermore, only parts in the stock will be listed [up] for the identical part name with the parts in the parts order [parts] list 31 by referring the latest inventory list at Step S6. For instance, if there is no part A2 in [the] stock, the parts A1, A3 and A4 will be listed [up] for part's name A. In the next Step S7, [which] parts on the list that should be given [a] shipment priority [for shipment] will be selected by referring [the] to order priority [order] information 33. If the part A3 is selected here, in Step S8, the chosen part A3 is written on the confirmed parts list.

Next, in Step S9, whether the processing from Step S6 to Step S8 for all the parts have been completed will be determined. If it was not completed, return to Step S6. When the processing from Step S6 to Step S8 for all parts are completed, finish a series of processing by writing the confirmed parts list at Step S10 on the memory storage 24. The confirmed parts list 34 stored on the memory storage 24 will be transferred to shipping department, for instance, to be used for the printing and the like of request instructions.

[FIG.4]  $\underline{\text{FIGs. 4}}$  (a) and (b) are schematic diagrams showing different operation models of preferred implementations of systems according to the present invention [system].

In [FIG.4(a),] <u>FIG. 4(a)</u>, the <u>parts</u> order [parts] list creation means 11 creates parts order [parts] list that listing

only the parts' names of the ordered parts based on the order information 15. More specifically, the parts order [parts] list creation means 11 only checks the presence of the corresponding parts' names by referring the inventory list 32 and simply stores the order information 15 on the memory storage 21. More specifically, the [checks of] parts order list creation means 11 checks the presence or absence of the parts in stock or its allocation are not required. If the ordered parts have been already checked whether they are targeted parts for the inventory at the time of ordering, the parts order [parts] list may be simply created from the order information. More specifically, parts order [parts] list creation means 11 does not need to refer to the inventory list. Then, the confirmed parts list will be created in exactly the same process when the order is confirmed. In [the case of] this example, the processing to create the parts order [parts] list is facilitated, and stored data is also simplified. Furthermore, [optimization is realized without fail as] since the confirmed parts list 34 is created only after the latest inventory list 32 and the order priority [order] information are referred to, allocation can be optimized.

## In FIG. 4(b), the parts order [.

In FIG.4(b), the order parts] list creation means 11 creates the parts order [parts] list 31 considering the <u>order</u> priority [order] by referring the inventory list 32 and the <u>order</u> priority [order] information 33. In this manner, the confirmed parts list creation means 12 can create the confirmed parts list 34 by using the exact contents in the <u>parts</u> order [parts] list 31 as long as [the] stocked parts exist. More specifically, only the parts out of stock are reallocated using the <u>order</u> priority [order] information.

Furthermore, in the cases being described using [FIG.1]  $\underline{\text{FIG. 1}}$  and [FIG.4(a)]  $\underline{\text{FIG. 4(a)}}$ , confirmed parts list creation means 12 can be designed to create the confirmed parts list 34 by using the exact contents in the parts order [parts] list 31 as long as the stocked parts exist.

[FIG.5]  $\overline{\text{FIG. 5}}$  is a diagram describing the contents of equivalent parts list and confirmed parts list created based on the priority order. [

] If, for instance, assembly parts of a processor (substrate loaded with a processor) and a heat sink in the figure for the parts of the personal computer is available. The assembly parts like this need to be allocated as a set. Furthermore, if there are two kinds of heat sinks attachable to a

processor, one of them needs to be allocated in accordance with the above priority order. Optimization method of the parts reallocation processing using the <u>order</u> priority [order] information for such assembled parts will be described below.

As shown in the figure, an equivalent parts list 30 is a so-called hierarchical structured data like a branch. This equivalent parts list 30 is designed to place a finished product "type K personal computer by Company A" on the position of a trunk 41 and equivalent parts are placed in order on branches 42 and 43 branched from this trunk 41. Using this tree as an example, allocation process of the assembled parts of the processor and the heat sink will be described. The confirmed parts list 35 lists up the assembled parts to be allocated considering the priority order.

If there are two kinds of equivalent processors here to be used for a personal computer, a processor xxx is placed on the branch 42 and a processor yyy is placed on the branch 43. These two kinds of processors in the figure have the same model number but different manufacturer's dates. Also, in the case where the constructions of an accessory, a heat sink is slightly different due to the different manufacturer's date shown.

If there are two kinds of equivalent heat sink attachable to the processor xxx, at this time, if branch 42 where processor xxx is placed were a trunk, heat sink ha is placed on the branch 45 and heat sink hb is placed on the branch 46. Also, if there are two kinds of equivalent heat sinks attachable to the processor yyy, at this time, if branch 43 where processor yyy is placed were a trunk, heat sink ha is placed on the branch 47 and heat sink hc is placed on the branch 48.

In this manner, when type K personal computer by Company A is being built up, there are two kinds of equivalent parts available for processor only and four kinds if the combination with heat sinks is included. Furthermore, the heat sink ha is attachable to both processor xxx and processor yyy, but heat sink hb is attachable to processor xxx only, and the heat sink hc is attachable to processor yyy only.

If this kind of allocation of the parts is manually performed, extensive knowledge of parts and a number of their manuals will be required. In this example, a tree-shaped list as shown in the figure is created automatically by utilizing the computer system to show the combination pattern of the equivalent parts to build up a finished product. This part allocation processing allows computer system to [select easily and] automatically select the appropriate combination of the parts after the order is confirmed. More specifically, it is designed

such that all parts, placed on its pathway when the tree-shaped list is traced back from the root to any of the terminal branch by selecting one of a plurality of branched branch in the figure, consist of only normally functioning parts by combining each other.

When the branch 42 and branch 46 in the equivalent parts list 30 in the figure are traced back from the trunk 41 as shown with the broken line arrow, a confirmed parts list 35 indicating a parts group such that a processor xxx and heat sink hb are attached on the type K personal computer by A firm. Other parts of this personal computer, for instance, hard disk drive, floppy disk drive, display and the like can be selected in a similar manner. In a case where a plurality of mutually closely related parts are combined to obtain finished products, the creation of the tree-shaped list allows computer system to uniformly perform parts selecting processing considering the priority order previously explained.

Furthermore, both equivalent parts lists 30 shown in [FIG.5] FIG. 5 are equivalent in light of function, one of them can be freely selected to assemble a personal computer for the shipment. Next, the operation of the confirmed parts list creation means 12 shown in [FIG.1] FIG. 1 will be described. Its general operation is the same as the one explained in [FIG.1] FIG. 1 or [FIG.3] FIG. 3, operations, especially [an] a unique operation when the tree-shaped equivalent parts list 30 in [FIG.5] FIG. 5 is used will be mainly explained.

[FIG.6] FIG. 6 is [an operation] a flowchart describing the operation of the confirmed parts list creation means according to one embodiment of the present invention. First, parts' names placed on the individual branch are obtained by tracing all branches from the trunk of the equivalent part list 30 in [FIG.5] FIG. 5 in Step S1. In this manner, an off-the-shelf parts list is referred for all parts listed in the equivalent parts list 30 in the next Step S2, and the presence or absence of the stock will be determined at Step S3. If the parts are in stock, jump to Step S5. If not, the parts will be removed from the equivalent parts list 30 as the parts [can not] cannot be used. At this point, terminal side of the tree from the branch that the parts are placed, more specifically, the opposite side of the branch against the trunk will be entirely removed.

In Step S5, whether the above processing was completed for all parts should be determined and the processing from Step S1 to Step S5 will be repeated until all parts are complete. In this manner, after the equivalent parts list is organized such that all parts placed on the individual branch on the equivalent parts list 30 are in stock, the selection of parts considering

the <u>order</u> priority [order] will be started. First, in Step S6, type K personal computer by A firm on the trunk of the equivalent parts list 30 is traced back to downward in order. If a branch is not diverged when it moves from the trunk to the branch, the parts placed on the trunk or individual branch are simply transferred to the confirmed parts list. However, each branch is diverged in the example shown in [FIG.5] <u>FIG. 5</u>. When a diverged branch is detected, the branch with higher priority order is selected (Step S7) and the parts of the chosen branch in the confirmed parts list are included (Step S8). In Step S9, it is determined whether next branch is available, and if the next branch is available, return to Step S7 to repeat the same processing. The above operations complete the optimized parts selection considering <u>order</u> priority [orders] of the off-the-shelf parts.

[Furthermore,] Although an order sales system [of] using a personal computer was [used as an example] described above, [however this] the present invention can be widely applied for various parts of ordering [sale. Even not in the case of] a sale. The present invention is not limited to finished products and parts[,]; rather the present invention [allows to allocate the] can also allow optimum allocation alternative parts for paired parts which are sold together. Also, [for instance, this] the present invention can be used for services such as tours [and the like], for example, organized by a travel agent. instance, the assignment of a hotel room can be processed by granting equivalent rooms as with the above equivalent parts. This invention [allows automatically to optimize room assignment] could allow automatic optimization of room assignments when travel request is actually placed after the travel [reservation] reservations are made.

Also, in the example above, [the] <u>although an order</u> sale system utilizing the Internet was explained, [but] the present invention [can] <u>could also</u> be [widely] used for a system in which reallocation of the parts is performed eventually for parts production and shipment after the manufacturer places an order for parts and the parts are allocated.

Furthermore, each functional block shown in the embodiment above can consist of individual program module or combined program module. Also, part of these functional blocks can be consisted from a logical circuit hardware. Also, each program module can be operated by combining pre-existing application programs or be operated as an independent program.

The computer program to realize the present invention described above can be stored in a computer readable recording media such as CD-ROM and be installed for use. Also, this

program can be used by downloading in the computer memory through a network. In these cases, it is desirable to establish automatic processing for optimizing reallocation of the parts to facilitate first-in and first-out operation of the parts.

The present invention may be embodied in other specific forms without departing from its essential characteristics. The described embodiment is to be considered in all respects only as illustrative and not as restrictive. The scope of the invention is, therefore, indicated by the appended claims rather than by the foregoing description. All changes which come within the meaning and range of the equivalence of the claims are to be embraced within their scope.